BRIAN SANDOVAL

Governor

MEMBERS Jan B. Leggett, Chairman Thomas "Jim" Alexander Kevin E. Burke Margaret Cavin Joe Hernandez Kent Lay Guy M. Wells

STATE OF NEVADA



STATE CONTRACTORS BOARD

MINUTES OF THE MEETING **JULY 6, 2016**

CALL TO ORDER:

Jonathan Andrews, Esq., called the meeting of the State Contractors Board to order at 8:30 a.m., Wednesday, JULY 6, 2016, State Contractors Board Reno, Nevada. Exhibit A is the Meeting Agenda and Exhibit B is the Sign In Log.

BOARD MEMBERS PRESENT:

Ms. Margaret Cavin

STAFF MEMBERS PRESENT:

Ms. Margi A. Grein, Executive Officer

Mr. Paul Rozario, Director of Investigations

Mr. Dan Hammack, Chief Enforcement

Mr. Fred Schoenfeldt, Investigations Supervisor

Ms. Susan Kamesch, Licensing Supervisor, Reno

LEGAL COUNSEL PRESENT:

Jonathan Andrews, Legal Counsel David Brown, Legal Counsel

The agenda was posted in compliance with the open meeting law JUNE 29, 2016 at Reno City Hall, Washoe County Court House, South Valleys Library, Paseo Verde Library, Sawyer State Building, Clark County Library, both offices of the Board, on the Board's Internet Website and the Nevada Public Notice Website.

ADJUDICATING HEARING OFFICER: MARGARET CAVIN

1. DISCIPLINARY HEARING: CONTINUED FROM MAY 4, 2016 NEVADA DELTA MECHANICAL INC, LICENSE NO. 72999 **DELTA MECHANICAL INC, LICENSE NO. 53330 DELTA MECHANICAL INC, LICENSE NO. 75345 DELTA MECHANICAL INC, LICENSE NO. 80398**

Licensee was present with counsel Nathan J. Aman, Esq.

Exhibit 2 – Notice of Deposit of Penal Amount on license bond

The following Respondent's Exhibits were entered:

Exhibit B - Debtors' Joint Plan of Reorganization dated May 17, 2016

Exhibit C – Joint Disclosure Statement

Exhibit D - Business and Industry Monthly Operating Report on Nevada Delta

Exhibit E - Business and Industry Monthly Operating Report on Delta Mechanical

Hearing Officer Cavin reduced the monetary license limits to \$50,000.00 each on license numbers 72999, 53330 and 75345. All licenses shall remain on probation. Respondent shall continue to update staff on existing projects but shall not accept any new contracts with an update on the bankruptcy. This matter has been continued for a status update on November 2, 2016.

922REPLY TO:

Northern Nevada 9670 Gateway Drive, Suite 100 Reno, Nevada 89521 (775) 688-1141 Fax (775) 688-1271 Investigations (775) 688-1150

www.nscb.nv.gov

Southern Nevada 2310 Corporate Circle Suite 200 Henderson, Nevada 89074 (702) 486-1100 Fax (702) 486-1190 Investigations (702) 486-1110

2. DISCIPLINARY HEARING: HOME PERFECT INC, LICENSE NO. 67360A

Licensee was not present.

The following Agency Exhibit was entered:

Exhibit 1 – Board's Hearing File

The following Respondent's Exhibit was entered:

Exhibit A - Respondent's letter dated 5-27-16

Hearing Officer Cavin found the Respondent Home Perfect Inc, license number 67360A guilty of violating NRS 624.3015(3) knowingly bidding to contract or contracting for work that is beyond the scope of the license; NRS 624.301(4) willful failure or refusal without legal excuse on the part of a licensee as a contractor to prosecute a construction project or operation with reasonable diligence, thereby causing material injury to another; NRS 624.3017(1) substandard workmanship; NRS 624.3013(5), as set forth in NRS 624.700(3)(a) failure to comply with the Board's Notice to Correct; NRS 624.3013(5), as required by NAC 624.640(5), failure to include the monetary license limit on contract; NRS 624.3013(4) failure to maintain bond; NRS 624.3013(5) pursuant to NRS 624.520(1) failure to notify owner of their rights related to the Residential Recovery Fund and NRS 624.3013(3) failure to establish financial responsibility. License number 67360A is revoked. Respondent pay a fine of \$500.00 each on the First, Second, Third and Fourth Causes of Action, \$100.00 on the Fifth Cause of Action, \$500.00 on the Sixth Cause of Action, \$100.00 on the Seventh Cause of Action, and \$500.00 on the Eighth Cause of Action for a total fine in the amount of \$3,200.00; reimburse the Board's investigative costs of \$1,887.00 and pay restitution to any and all damaged parties prior to re-licensure.

3. DISCIPLINARY HEARING: DESIGNING WITH NATURE, LICENSE NO. 48686

Licensee was not present.

The following Agency Exhibit was entered:

Exhibit 1 - Board's Hearing File

The following Respondent's Exhibit was entered:

Exhibit A – Respondent's answer dated 6-6-16

Hearing Officer Cavin found the Respondent Designing with Nature, license number 48686 guilty of violating NRS 624.3015(1) acting in the capacity of a contractor beyond the scope of the license; NRS 624.301(5) willful failure or refusal to comply with terms of a construction contract or written warranty thereby causing material injury to another; NRS 624.3017(1) substandard workmanship NRS 624.3013(5), as set forth in NRS 624.700(3)(a) failure to comply with the Board's Notice to Correct; NRS 624.3013(3) failure to establish financial responsibility. License number 48686 is suspended. Respondent pay a fine of \$2,000.00 on the First Cause of Action, \$1,000.00 on the Second Cause of Action, \$2,000.00 on the Third Cause of Action, \$1,000.00 on the Fourth Cause of Action and \$500.00 on the Fifth Cause of Action for a total fine in the amount of \$6,500.00; reimburse the Board's investigative costs of \$2,671.00, provide a current financial statement within sixty (60) days of July 6, 2016 or license number 48686 will automatically be revoked. Respondent shall pay restitution to any and all damaged parties.

<u>ADJOURNMENT</u>

There being no further business to come before the Board, the meeting was adjourned by Hearing Officer Cavin at 10:11a.m.

Respectfully Submitted,

Sandy Diederich, Recording Secretary

APPROVED:

Margi A. Grein, NSCB Executive Officer

Margaret Caven

Margaret Cavin, Hearing Officer